



June 18, 2007

Honorable Judge Nancy Gertner
United States District Court
John Joseph Moakley Courthouse
1 Courthouse Way
Boston, MA 02210

RE: Chao v. Standard Automotive 401(k) Plan
Civil Action File No. 05-cv-10355 NG

Dear Judge Gertner:

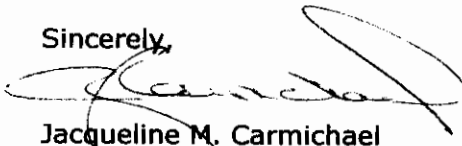
Thank you for appointing me as Independent Fiduciary for the above referenced plan. I will work diligently and expeditiously to distribute the assets in the plan to all plan participants and beneficiaries. Pursuant to Item 7 of the Order, I respectfully report the following as significant actions taken on behalf of the Plan since my appointment:

1. I have collected and reviewed plan and trust records.
2. I have secured an ERISA Fidelity Bond (Bond Number CSC-886173E), expiring May 2008. This bond will be annually renewed until the trust has depleted its assets and all participants and beneficiaries have been paid.
3. I have worked with Department of Labor to waive certain expensive regulatory requirements associated with the filing of the Plan's annual tax return so that those expenses will not be paid by the Plan.
4. I have worked with Department of Labor to accept as filed the Plan's tax return for the period ending December 31, 2005.
5. I have marshaled the escrowed funds in the amount of \$37,313.17, previously held by the law firm White and Williams, LLP.
6. I have submitted a proposed distribution plan to the court, pursuant to Item 3 of the Order.

I anticipate attending the fairness hearing on July 11th. The costs associated with travel and time while attending the hearing will be the responsibility of the Independent Fiduciary, not the Plan. No fees have been withdrawn from the plan since my appointment, pending approval by the court (as disclosed in my proposed distribution plan).

Please contact me if you have any questions or require additional information.

Sincerely,



Jacqueline M. Carmichael

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